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RETIREMENT ASSETS; PROHIBIT INVESTMENTS IN TOBACCO

House Bill 4673

Sponsor: Rep. Tom Alley

Committee: Public Retirement

Complete to 4-25-97

A SUMMARY OF HOUSE BILL 4673 AS INTRODUCED 4-23-97

The bill would amend Public Act 314 of 1965, which regulates the investment of assets of public employee retirement systems, to prohibit any new investments of retirement system assets in stocks, securities, or other obligations of a tobacco company. In addition, the bill would require public employee retirement systems to divest their existing holdings in tobacco companies over a three-year period. One year after the effective date of the bill, systems would have to have divested themselves of at least 33 percent of their tobacco assets; two years after the bill's effective date, 50 percent of the remaining assets would have to be divested; and, by three years after the bill took effect, all remaining tobacco assets would have to be divested.

MCL 38.1133b

House Bill 4673 (4-25-97)

Analyst: D. Martens